

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
LEXINGTON-SOUTH ELKHORN WATER)	CASE NO. 90-319
DISTRICT)	

O R D E R

On October 22, 1990, Lexington-South Elkhorn Water District ("District") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. The District filed a revised application on November 1, 1990, and the record is now complete.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. The District purchases its water from Kentucky-American Water Company ("Kentucky-American").

2. Kentucky-American bills its customers on a declining block rate schedule. Effective June 28, 1990, Kentucky-American increased its rates by approximately 27 cents per 1,000 gallons. There was a decrease in the \$42.52 service charge on 2 inch meters to \$39.25 and a decrease in the \$132.90 service charge on 4 inch meters to \$122.67.

3. The District increased the rates to its customers effective October 10, 1990.

4. During the 12 months ending August 7, 1990, the District purchased 90,321,000 gallons from Meter No. 1 and 29,560,500 gallons from Meter No. 2 for a total of 119,881,500 gallons and sold 99,857,220 gallons.

5. The increase in purchased water costs is \$31,956, resulting in a purchased water adjustment of 32 cents per 1,000 gallons.

6. The purchased water adjustment of 32 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

7. The tariff filed by the District is correct and should be approved as filed.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 32 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after October 10, 1990.

2. The tariff filed by the District is approved as filed.

3. Within 30 days of the date of this Order, the District shall file verification that notice has been given to its customers.

Done at Frankfort, Kentucky, this 13th day of November, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-319 DATED 11/13/90

The following rates and charges are prescribed for the customers in the area served by Lexington-South Elkhorn Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8 Inch x 3/4 Inch Meters

Usage Blocks

Monthly Rates

First 2,000 gallons	\$11.74 Minimum Bill
Next 2,000 gallons	3.32 per 1,000 gallons
Next 2,000 gallons	2.70 per 1,000 gallons
Next 10,000 gallons	2.50 per 1,000 gallons
Next 8,000 gallons	2.30 per 1,000 gallons
Over 24,000 gallons	2.04 per 1,000 gallons

1 Inch Meters

First 10,000 gallons	\$33.78 Minimum Bill
Next 6,000 gallons	2.50 per 1,000 gallons
Next 8,000 gallons	2.30 per 1,000 gallons
Over 24,000 gallons	2.04 per 1,000 gallons

2 Inch Meters

First 24,000 gallons	\$67.18 Minimum Bill
Over 24,000 gallons	2.04 per 1,000 gallons

(All meters shall be read to the nearest one hundred gallons each month.)